1	LYNN M. DEAN (Cal. Bar No. 205562) Email: deanl@sec.gov			
2	RUTH C. PINKEL (Cal. Bar No. 164470) Email: pinkelr@sec.gov			
3 4	ROBERT STILLWELL (Cal. Bar No. 308630) Email: stillwellr@sec.gov			
5	Securities and Exchange Commission Katharine Zoladz, Regional Director			
6	Gary Y. Leung, Associate Regional Director Douglas M. Miller, Regional Trial Counsel			
7	444 S. Flower Street, Suite 900 Los Angeles, California 90071 Telephone: (323) 965-3998			
8	Facsimile: (213) 443-1904			
9	Attorneys for Plaintiff Securities and Exchange Commission			
10	UNITED STATES DISTRICT COURT			
11   12	DISTRICT OF NEVADA			
13	SECURITIES AND EXCHANGE	Case No. 2:21-cv-01433-JCM-MDC		
14	COMMISSION,  Plaintiff,	JOINT MOTION FOR ENTRY OF FINAL JUDGMENT AGAINST DEFENDANT		
15	VS.	JANONE INC.		
16	LIVE VENTURES INCORPORATED; JANONE INC. (f/k/a Appliance Recycling			
17	Centers of America, Inc.); JOHN ISAAC a/k/a JON ISAAC; KINGSTON DIVERSIFIED HOLDINGS LLC; and			
18	VIRLAND A. JOHNSON,			
19 20	Defendants.			
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<ul><li>27</li><li>28</li></ul>				
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Plaintiff United States Securities and Exchange Commission ("SEC") and Defendant JanOne Inc. ("JanOne" or "Defendant") (SEC and Defendant are collectively referred to herein as the "Parties"), by and through their undersigned counsel of record, hereby submit this joint motion for entry of a final judgment against JanOne. The proposed final judgment and JanOne's consent to the entry of that final judgment are submitted with this motion.

In its First Amended Complaint, the SEC asserted claims against all the defendants arising out of their alleged involvement in three distinct fraudulently schemes. See ECF 76 ¶¶ 3-7. With respect to JanOne, the SEC alleged violations of Section 10(b) of the Securities Exchange Act of 1934 ("Exchange Act') and Rules 10b-5(a) and 10b-5(c) thereunder, and sought a permanent injunction and civil penalty against JanOne. See, e.g., ECF 76 ¶¶ 249-256.

On May 7, 2024, JanOne's Chief Executive Officer, Antonios "Tony" Isaac, executed a consent in which he agreed, in substance, to resolve all claims in this action. See Exhibit 1. JanOne's outside legal counsel, Brent R. Baker, also signed the consent to acknowledge that he approves of the form and content of the consent. (*Id.*) As reflected in the consent, JanOne consents to entry of the proposed final judgment without admitting or denying the allegations in the SEC's First Amended Complaint. (*Id.*) JanOne also waives findings of fact and conclusions of law pursuant to Fed. R. Civ. P. 52 and waives its rights to a jury trial and to appeal from entry of the proposed judgments. (Id.) As for the proposed final judgment, it permanently restrains and enjoins JanOne from violating Section 10(b) of the Exchange Act and Rule 10b-5 thereunder. See Exhibit 2. In addition, it orders JanOne to pay a civil penalty in a total amount of \$250,000 pursuant to Section 21(d)(3) of the Exchange Act. (*Id.*)

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1 Accordingly, the Parties respectfully request that the Court allow the consent and proposed 2 judgment to be filed and grant this joint motion to enter the proposed final judgment against JanOne.1 3 4 5 Dated this 21st day of May, 2024. Dated this 21st day of May, 2024. 6 SECURITIES AND EXCHANGE BUCHALTER COMMISSION 7 /s/ Ruth C. Pinkel 8 /s/ Brent R. Baker Lynn M. Dean (Cal. Bar #205562) Brent R. Baker 9 Ruth C. Pinkel (Cal. Bar #164470) Buchalter Robert Stillwell (Cal. Bar # 308630) 60 E. South Temple, Suite 1200 10 444 S. Flower Street, Suite 900 Salt Lake City, UT 84111 Los Angeles, California 90071 11 bbaker@buchalter.com Attorneys for Plaintiff Securities and 12 Attorney for JanOne, Inc. and Virland Exchange Commission Johnson 13 14 15 16 IT IS SO ORDERED. 17 allus C. Mahan 18 UNITED STATES DISTRICT JUDGE 19 DATED: May 24, 2024 20 21 22 23 24 25 26 27 Should the Court determine not to enter the proposed judgment pursuant to the parties' joint

motion, the SEC respectfully requests that the Court first set a status conference at which the SEC

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and JanOne are allowed to appear remotely.

1 PROOF OF SERVICE 2 I am over the age of 18 years and not a party to this action. My business address is: 3 U.S. SECURITIES AND EXCHANGE SEC, 444 S. Flower Street, Suite 900, Los Angeles, California 90071 4 Telephone No. (323) 965-3998; Facsimile No. (213) 443-1904. 5 On May 21, 2024, I caused to be served the document entitled **JOINT MOTION FOR** ENTRY OF FINAL JUDGMENT AGAINST DEFENDANT JANONE INC. on all the 6 parties to this action addressed as stated on the attached service list: 7 **OFFICE MAIL:** By placing in sealed envelope(s), which I placed for collection and mailing today following ordinary business practices. I am readily familiar with this agency's practice for collection and processing of correspondence for mailing; such correspondence would be 8 deposited with the U.S. Postal Service on the same day in the ordinary course of business. 9 **PERSONAL DEPOSIT IN MAIL:** By placing in sealed envelope(s), which I personally deposited with the U.S. Postal Service. Each such envelope was deposited with the U.S. 10 Postal Service at Los Angeles, California, with first class postage thereon fully prepaid. 11 **EXPRESS U.S. MAIL:** Each such envelope was deposited in a facility regularly 12 maintained at the U.S. Postal Service for receipt of Express Mail at Los Angeles, California, with Express Mail postage paid. 13 **HAND DELIVERY:** I caused to be hand delivered each such envelope to the office of the 14 addressee as stated on the attached service list. 15 **UNITED PARCEL SERVICE:** By placing in sealed envelope(s) designated by United Parcel Service ("UPS") with delivery fees paid or provided for, which I deposited in a facility regularly maintained by UPS or delivered to a UPS courier, at Los Angeles, California. 16 17 **ELECTRONIC MAIL:** By transmitting the document by electronic mail to the electronic mail address as stated on the attached service list. 18 **E-FILING:** By causing the document to be electronically filed via the Court's CM/ECF 19 system, which effects electronic service on counsel who are registered with the CM/ECF system. 20 П **FAX:** By transmitting the document by facsimile transmission. The transmission was reported as complete and without error. 21 I declare under penalty of perjury that the foregoing is true and correct. 22 Date: May 21, 2024 23 /s/ Ruth C. Pinkel Ruth C. Pinkel 24 25 26 27

SEC v. Live Ventures Incorporated, et al. 1 **United States District Court – District of Nevada** Case No. 2:21-cv-01433-JCM-MDC 2 3 SERVICE LIST 4 Brent R. Baker (served via CM/ECF) Buchalter 5 60 E. South Temple, Suite 1200 Salt Lake City, UT 84111 6 bbaker@buchalter.com Attorney for JanOne, Inc. and Virland Johnson 7 Daniel J. Wadley (*pro hac vice*) (served via CM/ECF) Nicholas P. Peterson (pro hac vice) (served via CM/ECF) 8 Greenberg Traurig, LLP 9 222 S. Main Street, Suite 1730 Salt Lake City, UT 84101 10 wadleyd@gtlaw.com nick.peterson@gtlaw.com Attorneys for Defendants John Isaac a/k/a Jon Isaac and Live Ventures Incorporated 11 Mark E. Ferrario (NV Bar #1625) (served via CM/ECF) 12 Christopher R. Miltenberger (served via CM/ECF) 13 Greenberg Traurig, LLP 10845 Griffith Peak Drive, Suite 600 14 Las Vegas, NV 89135 ferrariom@gtlaw.com miltenbergerc@gtlaw.com 15 Attorneys for Defendants John Isaac a/k/a Jon Isaac and Live Ventures Incorporated 16 Sean T. Prosser (served via CM/ECF) 17 Mintz Levin Cohn Ferris Glovsky & Popeo, P.C. 3580 Carmel Mountain Road, Suite 300 18 San Diego, CA 92130 stprosser@mintz.com 19 Attorney for Kingston Diversified Holdings LLC 20 Dennis L. Kennedy, Esq. (served via CM/ECF) Rebeca L. Crooker, Esq. (served via CM/ECF) 21 Bailey Kennedy 8984 Spanish Ridge Avenue 22 Las Vegas, NV 89148-1302 DKennedy@BaileyKennedy.com 23 RCrooker@BaileyKennedy.com Attorneys for Kingston Diversified Holdings LLC 24 25 26 27

## EXHIBIT 1

1	LYNN M. DEAN (Cal. Bar No. 205562)			
2	Email: deanl@sec.gov RUTH PINKEL (Cal. Bar No. 164470)			
3	Email: pinkelr@sec.gov ROBERT STILLWELL (Cal. Bar No. 308630)			
4	Email: stillwellr@sec.gov			
5	Securities and Exchange Commission			
6	Katharine Zoladz, Acting Regional Director Gary Y. Leung, Associate Regional Director			
7	Douglas Miller, Regional Trial Counsel 444 S. Flower Street, Suite 900			
8	Los Angeles, California 90071 Telephone: (323) 965-3998			
9	Facsimile: (213) 443-1904			
10	UNITED STATES DISTRICT COURT			
11	DISTRICT OF NEVADA			
12				
13				
14	SECURITIES AND EXCHANGE COMMISSION,	Case No. 2:21-cv-01433-JCM-VCF		
15	·	CONSENT OF JANONE, INC.		
16	Plaintiff,			
17	vs.			
18	LIVE VENTURES INCORPORATED; JANONE INC. (f/k/a Appliance Recycling			
19	Centers of America, Inc.); JOHN ISAAC a/k/a JON ISAAC; KINGSTON			
20	DIVERSIFIED HOLDINGS LLC; and VIRLAND A. JOHNSON,	,		
21	Defendants.			
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- 1. Defendant JanOne, Inc. ("Defendant") acknowledges having been served with the complaint in this action, enters a general appearance, and admits the Court's jurisdiction over Defendant and over the subject matter of this action.
- 2. Without admitting or denying the allegations of the complaint (except as provided herein in paragraph 12 and except as to personal and subject matter jurisdiction, which Defendant admits), Defendant hereby consents to the entry of the final Judgment in the form attached hereto (the "Final Judgment") and incorporated by reference herein, which, among other things:
  - (a) permanently restrains and enjoins Defendant from violation of Section 10(b) of the Securities Exchange Act of 1934 and Rule 10b-5 thereunder [15 U.S.C. § 78j(b) and 17 C.F.R. §§ 240.10b-5]; and
  - (c) orders Defendant to pay a civil penalty in the amount of \$250,000 under Section 21(d)(3) of the Exchange Act [15 U.S.C. § 78u(d)(3)].
- 3. Defendant acknowledges that the civil penalty paid pursuant to the Final Judgment may be distributed pursuant to the Fair Fund provisions of Section 308(a) of the Sarbanes-Oxley Act of 2002. Regardless of whether any such Fair Fund distribution is made, the civil penalty shall be treated as a penalty paid to the government for all purposes, including all tax purposes. To preserve the deterrent effect of the civil penalty, Defendant agrees that it shall not, after offset or reduction of any award of compensatory damages in any Related Investor Action based on Defendant's payment of disgorgement in this action, argue that it is entitled to, nor shall it further benefit by, offset or reduction of such compensatory damages award by the amount of any part of Defendant's payment of a civil penalty in this action ("Penalty Offset"). If the court in any Related Investor Action grants such a Penalty Offset, Defendant agrees that it shall, within 30 days after entry of a final order granting the Penalty Offset, notify the Commission's counsel in this action and pay the amount of the Penalty Offset to the United States Treasury or to a Fair Fund, as the Commission directs. Such a payment shall not be deemed an additional civil penalty and shall not be deemed to change the amount of the civil penalty imposed in this action. For purposes of this paragraph, a "Related Investor Action" means a private damages action brought against Defendant by or on behalf of one or more investors based on substantially the same facts as alleged in the

Complaint in this action.

- 4. Defendant agrees that it shall not seek or accept, directly or indirectly, reimbursement or indemnification from any source, including but not limited to payment made pursuant to any insurance policy, with regard to any civil penalty amounts that Defendant pays pursuant to the Final Judgment, regardless of whether such penalty amounts or any part thereof are added to a distribution fund or otherwise used for the benefit of investors. Defendant further agrees that it shall not claim, assert, or apply for a tax deduction or tax credit with regard to any federal, state, or local tax for any penalty amounts that Defendant pays pursuant to the Final Judgment, regardless of whether such penalty amounts or any part thereof are added to a distribution fund or otherwise used for the benefit of investors.
- 5. Defendant waives the entry of findings of fact and conclusions of law pursuant to Rule 52 of the Federal Rules of Civil Procedure.
- 6. Defendant waives the right, if any, to a jury trial and to appeal from the entry of the Final Judgment.
- 7. Defendant enters into this Consent voluntarily and represents that no threats, offers, promises, or inducements of any kind have been made by the Commission or any member, officer, employee, agent, or representative of the Commission to induce Defendant to enter into this Consent.
- 8. Defendant agrees that this Consent shall be incorporated into the Final Judgment with the same force and effect as if fully set forth therein.
- 9. Defendant will not oppose the enforcement of the Final Judgment on the ground, if any exists, that it fails to comply with Rule 65(d) of the Federal Rules of Civil Procedure, and hereby waives any objection based thereon.
- 10. Defendant waives service of the Final Judgment and agrees that entry of the Final Judgment by the Court and filing with the Clerk of the Court will constitute notice to Defendant of its terms and conditions. Defendant further agrees to provide counsel for the Commission, within thirty days after the Final Judgment is filed with the Clerk of the Court, with an affidavit or declaration stating that Defendant has received and read a copy of the Final Judgment.

- 11. Consistent with 17 C.F.R. 202.5(f), this Consent resolves only the claims asserted against Defendant in this civil proceeding. Defendant acknowledges that no promise or representation has been made by the Commission or any member, officer, employee, agent, or representative of the Commission with regard to any criminal liability that may have arisen or may arise from the facts underlying this action or immunity from any such criminal liability. Defendant waives any claim of Double Jeopardy based upon the settlement of this proceeding, including the imposition of any remedy or civil penalty herein. Defendant further acknowledges that the Court's entry of a permanent injunction may have collateral consequences under federal or state law and the rules and regulations of self-regulatory organizations, licensing boards, and other regulatory organizations. Such collateral consequences include, but are not limited to, a statutory disqualification with respect to membership or participation in, or association with a member of, a self-regulatory organization. This statutory disqualification has consequences that are separate from any sanction imposed in an administrative proceeding. In addition, in any disciplinary proceeding before the Commission based on the entry of the injunction in this action, Defendant understands that it shall not be permitted to contest the factual allegations of the complaint in this action.
- 12. Defendant understands and agrees to comply with the terms of 17 C.F.R. § 202.5(e), which provides in part that it is the Commission's policy "not to permit a defendant or respondent to consent to a judgment or order that imposes a sanction while denying the allegations in the complaint or order for proceedings," and "a refusal to admit the allegations is equivalent to a denial, unless the defendant or respondent states that he neither admits nor denies the allegations." As part of Defendant's agreement to comply with the terms of Section 202.5(e), Defendant: (i) will not take any action or make or permit to be made any public statement denying, directly or indirectly, any allegation in the complaint or creating the impression that the complaint is without factual basis; (ii) will not make or permit to be made any public statement to the effect that Defendant does not admit the allegations of the complaint, or that this Consent contains no admission of the allegations, without also stating that Defendant does not deny the allegations; and (iii) upon the filing of this Consent, Defendant hereby withdraws any papers filed in this action to the extent that they deny any allegation in the complaint. Nothing in this paragraph affects Defendant's: (i)

13. Defendant hereby waives any rights under the Equal Access to Justice Act, the Small Business Regulatory Enforcement Fairness Act of 1996, or any other provision of law to seek from

testimonial obligations; or (ii) right to take legal or factual positions in litigation or other legal

proceedings in which the Commission is not a party.

capacity, directly or indirectly, reimbursement of attorney's fees or other fees, expenses, or costs

the United States, or any agency, or any official of the United States acting in his or her official

expended by Defendant to defend against this action. For these purposes, Defendant agrees that

Defendant is not the prevailing party in this action since the parties have reached a good faith settlement.

14. In connection with this action and any related judicial or administrative proceeding or investigation commenced by the Commission or to which the Commission is a party, Defendant (i) agrees to appear and be interviewed by Commission staff at such times and places as the staff requests upon reasonable notice; (ii) will accept service by mail or facsimile transmission of notices or subpoenas issued by the Commission for documents or testimony at depositions, hearings, or trials, or in connection with any related investigation by Commission staff; (iii) with respect to such notices and subpoenas, waives the territorial limits on service contained in Rule 45 of the Federal Rules of Civil Procedure and any applicable local rules, provided that the party requesting the testimony reimburses Defendant's travel, lodging, and subsistence expenses at the then-prevailing U.S. Government per diem rates; and (iv) consents to personal jurisdiction over Defendant in any United States District Court for purposes of enforcing any such subpoena.

15. Defendant agrees that the Commission may present the Final Judgment to the Court for signature and entry without further notice.

1	16. Defendant agrees that this Court shall retain jurisdiction over this matter for th		
2	purpose of enforcing the terms of the Final Judgment.		
3			
4	JanOne, Inc.		
5			
6	By: Zoul.		
7	Antonios "Tony" Isaac Chief Executive Officer		
8	325 E. Warm Springs Road, Suite 102 Las Vegas, NV 89119		
9	ADDROVIED AS TO FORM AND CONTENT		
10	APPROVED AS TO FORM AND CONTENT		
11	ment P. Bal		
12	Brent R. Baker, Esq. Buchalter		
13	60 E. South Temple, Suite 1200 Salt Lake City, UT 84111		
14	Telephone: (801) 401-8616 bbaker@buchalter.com		
15	Attorney for JanOne, Inc.		
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## Case <u>2:21-cv-01433-JCM-MDC</u> <u>Document 144</u> Filed 05/24/24 Page 13 of 22 A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document. On May 1, 2024, Tony Isaac, a person known to me, personally appeared before me and acknowledged executing the foregoing Consent with full authority to do so on behalf of JanOne, Inc. as its Chief Executive Officer. Notary Public Commission expires: **ZHANNA ARABADZHI** Commission No. 2334611 NOTARY PUBLIC - CALIFORNIA PUBLIC - CAUNTY Commission Expires October 1, 2024

1 PROOF OF SERVICE I am over the age of 18 years and not a party to this action. My business address is: 2 3 U.S. SECURITIES AND EXCHANGE SEC, 444 S. Flower Street, Suite 900, Los Angeles, California 90071 4 Telephone No. (323) 965-3998; Facsimile No. (213) 443-1904. 5 On May 7, 2024, I caused to be served the document entitled CONSENT OF JANONE, INC. on all the parties to this action addressed as stated on the attached service list: 6 **OFFICE MAIL:** By placing in sealed envelope(s), which I placed for collection and mailing today following ordinary business practices. I am readily familiar with this agency's 7 practice for collection and processing of correspondence for mailing; such correspondence would be deposited with the U.S. Postal Service on the same day in the ordinary course of business. 8 9 **PERSONAL DEPOSIT IN MAIL:** By placing in sealed envelope(s), which I personally deposited with the U.S. Postal Service. Each such envelope was deposited with the U.S. Postal Service at Los Angeles, California, with first class postage thereon fully prepaid. 10 11 **EXPRESS U.S. MAIL:** Each such envelope was deposited in a facility regularly maintained at the U.S. Postal Service for receipt of Express Mail at Los Angeles, California, with 12 Express Mail postage paid. 13 **HAND DELIVERY:** I caused to be hand delivered each such envelope to the office of the addressee as stated on the attached service list. 14 **UNITED PARCEL SERVICE:** By placing in sealed envelope(s) designated by United Parcel Service ("UPS") with delivery fees paid or provided for, which I deposited in a facility 15 regularly maintained by UPS or delivered to a UPS courier, at Los Angeles, California. 16 **ELECTRONIC MAIL:** By transmitting the document by electronic mail to the electronic mail address as stated on the attached service list. 17 18 **E-FILING:** By causing the document to be electronically filed via the Court's CM/ECF system, which effects electronic service on counsel who are registered with the CM/ECF system. 19 **FAX:** By transmitting the document by facsimile transmission. The transmission was 20 reported as complete and without error. 21 I declare under penalty of perjury that the foregoing is true and correct. 22 Date: May 7, 2024 /s/ Lynn M. Dean 23 Lynn M. Dean 24 25 26 27

SEC v. Live Ventures Incorporated, et al. 1 **United States District Court – District of Nevada** 2 Case No. 2:21-cv-01433-JCM-MDC 3 **SERVICE LIST** 4 Brent R. Baker (*Pro Hac Vice Application Forthcoming*) (served via CM/ECF) 5 Buchalter 60 E. South Temple, Suite 1200 6 Salt Lake City, UT 84111 bbaker@buchalter.com 7 Attorney for JanOne, Inc. and Virland Johnson 8 Daniel J. Wadley (pro hac vice) (served via CM/ECF) Nicholas P. Peterson (*pro hac vice*) (served via CM/ECF) 9 Greenberg Traurig, LLP 222 S. Main Street, Suite 1730 Salt Lake City, UT 84101 10 wadleyd@gtlaw.com nick.peterson@gtlaw.com 11 Attorneys for Defendants John Isaac a/k/a Jon Isaac and Live Ventures Incorporated 12 Mark E. Ferrario (NV Bar #1625) (served via CM/ECF) 13 Christopher R. Miltenberger (served via CM/ECF) Greenberg Traurig, LLP 14 10845 Griffith Peak Drive, Suite 600 Las Vegas, NV 89135 15 ferrariom@gtlaw.com miltenbergerc@gtlaw.com 16 Attorneys for Defendants John Isaac a/k/a Jon Isaac and Live Ventures Incorporated 17 Sean T. Prosser (served via CM/ECF) Mintz Levin Cohn Ferris Glovsky & Popeo, P.C. 18 3580 Carmel Mountain Road, Suite 300 San Diego, CA 92130 19 stprosser@mintz.com Attorney for Kingston Diversified Holdings LLC 20 Dennis L. Kennedy, Esq. (served via CM/ECF) 21 Rebeca L. Crooker, Esq. (served via CM/ECF) Bailey Kennedy 8984 Spanish Ridge Avenue 22 Las Vegas, Nevada 89148-1302 23 DKennedy@BaileyKennedy.com RCrooker@BaileyKennedy.com 24 Attorneys for Kingston Diversified Holdings LLC 25 26 27

## EXHIBIT 2

1 2 3 4 5 6 7 8	LYNN M. DEAN (Cal. Bar No. 205562) Email: deanl@sec.gov RUTH C. PINKEL (Cal. Bar No. 164470) Email: pinkelr@sec.gov ROBERT STILLWELL (Cal. Bar No. 308630) Email: stillwellr@sec.gov  Securities and Exchange Commission Katharine E. Zoladz, Regional Director Gary Y. Leung, Associate Regional Director Douglas M. Miller, Regional Trial Counsel 444 S. Flower Street, Suite 900 Los Angeles, California 90071 Telephone: (323) 965-3998 Facsimile: (213) 443-1904			
9		DISTRICT COURT		
10	UNITED STATES DISTRICT COURT			
11	DISTRICT (	OF NEVADA		
12	SECURITIES AND EXCHANGE	Case No. 2:21-cv-01433-JCM-MDC		
	COMMISSION,	FINAL JUDGMENT AS TO JANONE, INC.		
13	Plaintiff,			
14	VS.			
15	LIVE VENTURES INCORPORATED;			
16	JANONE INC. (f/k/a Appliance Recycling Centers of America, Inc.); JOHN ISAAC			
17	a/k/a JON ISAAC; KINGSTON DIVERSIFIED HOLDINGS LLC; and			
18	VIRLAND A. JOHNSON,			
19	Defendants.			
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The Securities and Exchange Commission having filed a Complaint and Defendant JanOne, Inc. having entered a general appearance; consented to the Court's jurisdiction over Defendant and the subject matter of this action; consented to entry of this Final Judgment without admitting or denying the allegations of the Complaint (except as to jurisdiction); waived findings of fact and conclusions of law; and waived any right to appeal from this Final Judgment:

I.

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant is permanently restrained and enjoined from violating Section 10(b) of the Securities Exchange Act of 1934 (the "Exchange Act") 15 U.S.C. §§ 78j(b), and Rule 10b-5 promulgated thereunder [17 C.F.R. § 240.10b-5], by using any means or instrumentality of interstate commerce, or of the mails, or of any facility of any national securities exchange, in connection with the purchase or sale of any security:

- (a) to employ any device, scheme, or artifice to defraud;
- (b) to make any untrue statement of a material fact or to omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or
- to engage in any act, practice, or course of business which operates or would operate as a fraud or deceit upon any person.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also binds the following who receive actual notice of this Final Judgment by personal service or otherwise: (a) Defendant's officers, agents, servants, employees, and attorneys; and (b) other persons in active concert or participation with Defendant or with anyone described in (a).

II.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant shall pay a civil penalty in the amount of \$250,000 to the Securities and Exchange Commission pursuant to Section 21(d)(3) of the Exchange Act, 15 U.S.C. § 78u(d)(3). Defendant shall make this payment within 30 days after entry of this Final Judgment.

Defendant may transmit payment electronically to the Commission, which will provide detailed ACH transfer/Fedwire instructions upon request. Payment may also be made directly from a bank account via Pay.gov through the SEC website at <a href="http://www.sec.gov/about/offices/ofm.htm">http://www.sec.gov/about/offices/ofm.htm</a>. Defendant may also pay by certified check, bank cashier's check, or United States postal money order payable to the Securities and Exchange Commission, which shall be delivered or mailed to

Enterprise Services Center Accounts Receivable Branch 6500 South MacArthur Boulevard Oklahoma City, OK 73169

and shall be accompanied by a letter identifying the case title, civil action number, and name of this Court; JanOne, Inc. as a defendant in this action; and specifying that payment is made pursuant to this Final Judgment.

Defendant shall simultaneously transmit photocopies of evidence of payment and case identifying information to the Commission's counsel in this action. By making this payment, Defendant relinquishes all legal and equitable right, title, and interest in such funds and no part of the funds shall be returned to Defendant. The Commission shall send the funds paid pursuant to this Final Judgment to the United States Treasury.

The Commission may enforce the Court's judgment for penalties by the use of all collection procedures authorized by law, including the Federal Debt Collection Procedures Act, 28 U.S.C. § 3001 *et seq.*, and moving for civil contempt for the violation of any Court orders issued in this action. Defendant shall pay post-judgment interest on any amounts due after 30 days of the entry of this Final Judgment pursuant to 28 USC § 1961.

## III.

JanOne shall pay the total penalty due of \$250,000 in four (4) installments to the Commission according to the following schedule:

- (1) \$62,500, within 30 days of entry of this Final Judgment;
- (2) \$62,500, within 120 days of entry of this Final Judgment;
- (3) \$62,500, within 210 days of entry of this Final Judgment; and
- (4) \$62,500, within 300 days of entry of this Final Judgment.

1 Payments shall be deemed made on the date they are received by the Commission and shall be applied first to post judgment interest, which accrues pursuant to 28 U.S.C. § 1961 on any unpaid 2 3 amounts due after 30 days of the entry of Final Judgment. Prior to making the final payment set 4 forth herein, Advisor Resource Council shall contact the staff of the Commission for the amount 5 due for the final payment. 6 If JanOne fails to make any payment by the date agreed and/or in the amount agreed 7 according to the schedule set forth above, all outstanding payments under this Final Judgment, including post-judgment interest, minus any payments made, shall become due and payable 8 9 immediately at the discretion of the staff of the Commission without further application to the 10 Court. 11 IV. 12 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the Consent is 13 incorporated herein with the same force and effect as if fully set forth herein, and that Defendant shall comply with all of the undertakings and agreements set forth therein. 14 15 V. 16 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that this Court shall retain jurisdiction of this matter for the purposes of enforcing the terms of this Final Judgment. 17 VI. 18 19 There being no just reason for delay, pursuant to Rule 54(b) of the Federal Rules of Civil Procedure, the Clerk is ordered to enter this Final Judgment forthwith and without further notice. 20 21 Dated: May \_\_\_, 2024 22 23 UNITED STATES DISTRICT JUDGE 24 25 26 27 28

1 PROOF OF SERVICE I am over the age of 18 years and not a party to this action. My business address is: 2 3 U.S. SECURITIES AND EXCHANGE SEC, 444 S. Flower Street, Suite 900, Los Angeles, California 90071 4 Telephone No. (323) 965-3998; Facsimile No. (213) 443-1904. 5 On May 7, 2024, I caused to be served the document entitled FINAL JUDGMENT AS TO **JANONE**, INC. on all the parties to this action addressed as stated on the attached service list: 6 **OFFICE MAIL:** By placing in sealed envelope(s), which I placed for collection and mailing today following ordinary business practices. I am readily familiar with this agency's 7 practice for collection and processing of correspondence for mailing; such correspondence would be deposited with the U.S. Postal Service on the same day in the ordinary course of business. 8 9 **PERSONAL DEPOSIT IN MAIL:** By placing in sealed envelope(s), which I personally deposited with the U.S. Postal Service. Each such envelope was deposited with the U.S. Postal Service at Los Angeles, California, with first class postage thereon fully prepaid. 10 11 **EXPRESS U.S. MAIL:** Each such envelope was deposited in a facility regularly maintained at the U.S. Postal Service for receipt of Express Mail at Los Angeles, California, with 12 Express Mail postage paid. 13 **HAND DELIVERY:** I caused to be hand delivered each such envelope to the office of the addressee as stated on the attached service list. 14 **UNITED PARCEL SERVICE:** By placing in sealed envelope(s) designated by United Parcel Service ("UPS") with delivery fees paid or provided for, which I deposited in a facility 15 regularly maintained by UPS or delivered to a UPS courier, at Los Angeles, California. 16 **ELECTRONIC MAIL:** By transmitting the document by electronic mail to the electronic mail address as stated on the attached service list. 17 18 **E-FILING:** By causing the document to be electronically filed via the Court's CM/ECF system, which effects electronic service on counsel who are registered with the CM/ECF system. 19 **FAX:** By transmitting the document by facsimile transmission. The transmission was 20 reported as complete and without error. 21 I declare under penalty of perjury that the foregoing is true and correct. 22 Date: May 7, 2024 /s/ Lynn M. Dean 23 Lynn M. Dean 24 25 26 27 28

SEC v. Live Ventures Incorporated, et al. 1 **United States District Court – District of Nevada** 2 Case No. 2:21-cv-01433-JCM-MDC 3 **SERVICE LIST** 4 Brent R. Baker (*Pro Hac Vice Application Forthcoming*) (served via CM/ECF) 5 Buchalter 60 E. South Temple, Suite 1200 6 Salt Lake City, UT 84111 bbaker@buchalter.com 7 Attorney for JanOne, Inc. and Virland Johnson 8 Daniel J. Wadley (pro hac vice) (served via CM/ECF) Nicholas P. Peterson (*pro hac vice*) (served via CM/ECF) 9 Greenberg Traurig, LLP 222 S. Main Street, Suite 1730 Salt Lake City, UT 84101 10 wadleyd@gtlaw.com nick.peterson@gtlaw.com 11 Attorneys for Defendants John Isaac a/k/a Jon Isaac and Live Ventures Incorporated 12 Mark E. Ferrario (NV Bar #1625) (served via CM/ECF) 13 Christopher R. Miltenberger (served via CM/ECF) Greenberg Traurig, LLP 14 10845 Griffith Peak Drive, Suite 600 Las Vegas, NV 89135 15 ferrariom@gtlaw.com miltenbergerc@gtlaw.com 16 Attorneys for Defendants John Isaac a/k/a Jon Isaac and Live Ventures Incorporated 17 Sean T. Prosser (served via CM/ECF) Mintz Levin Cohn Ferris Glovsky & Popeo, P.C. 18 3580 Carmel Mountain Road, Suite 300 San Diego, CA 92130 19 stprosser@mintz.com Attorney for Kingston Diversified Holdings LLC 20 Dennis L. Kennedy, Esq. (served via CM/ECF) 21 Rebeca L. Crooker, Esq. (served via CM/ECF) Bailey Kennedy 8984 Spanish Ridge Avenue 22 Las Vegas, Nevada 89148-1302 23 DKennedy@BaileyKennedy.com RCrooker@BaileyKennedy.com 24 Attorneys for Kingston Diversified Holdings LLC 25 26 27 28